

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

June 1, 2006

CERTIFIED MAIL 7004 2510 0004 1824 3748

Mr. Curtis Larkin 1947 North 2050 East Layton, Utah 84040

Subject: Request for Finalization of Paperwork for Zions Bank Certificate of

Deposit Account and Return of Signature Card to Division, White Cap 8,

S/015/047, Emery County, Utah

Dear Mr. Larkin:

As part of the process to finalize the Zions Bank Certificate of Deposit Account, the Division has requested an Administrative Hold letter issued by Zions Bank, the appropriate CD account titling (time account receipt/disclosure), a signed signature card, and signed CD Letter Agreement. The initial request for the administrative hold letter was made April 19, 2006 including several follow-up requests. An email request of May 25, 2006 stated the following:

"For the Division Director to sign the documents, which includes the Federal Agency, BLM, the Administrative hold letter must accompany the CD agreement letter. I would ask that you prepare and send this letter right away, so that Mr. Baza can sign the CD agreement letter. Once I have the signature card, I will ask Mr. Baza to sign that as well. In addition, can you provide me with a copy of the time account receipt/disclosure (or similar document identifying the account number and titling) with the admin hold letter, then I can have the package prepared for Mr. Baza to sign."

Shortly after the email, there was a verbal conversation with Jenene Hansen, clarifying the email request. She was unsure of what the time account receipt/disclosure statement was, so she was given the names of other Zions Bank personnel that could assist her in obtaining this document.

To date, the Division has not received the signature card, and according to an email from Jenene Hansen, it was mailed to you on May 22, 2006 to sign and send to the Division. Please mail the signed signature card to the Division immediately.

Page 2 Curtis Larkin June 2, 2006

At this time, the Division is requesting your assistance with getting these CD account details finalized. As mentioned previously, the Division is cooperating with Zions' Bank request for Mr. Christianson to be the last to sign the CD agreement letter. If Zions Bank, Huntington Branch, requires assistance in completing this paperwork, please suggest they contact others within the organization that can assist with the completion of these document. Through this office, the Huntington Branch has been given the names and phone number of three contacts at Zions Bank that are familiar with the process. The Division expects to have these complete documents by June 16, 2006 in order to obtain final approval.

Please contact Jenene at Zions Bank, (435) 687-2425 to obtain status information and determine how this process can be finalized in a more timely manner. Please mail the signed signature card to the Division immediately.

If you have any questions or require discussion regarding the content of this letter, please contact me at (801) 538-5258 or Minerals Surety Coordinator, Beth Ericksen (801) 538-5318. The Division appreciates your continued cooperation and diligence in handling these bonding related matters.

Sincerely.

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

Suran M. White

BE:be

cc:

Beth Ericksen, DOGM Lynn Kunzler, DOGM

Daron Haddock, DOGM

Edward Christianson, Zions Bank, Huntington

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Curtis, we received the CD agreement letter this morning. Amo